| W.D. O   |                              |                          |  |                         |  |   |
|--|------------------------------|--------------------------|--|-------------------------|--|---|
| W.R. Grace & Co Chapter 11 Filing Entities   |                              |                          |  |                         |  |   |
| Combining Balance Sheet MOR - 3  |                              |                          |  |                         |  |   |
|  |                              |                          |  |                         |  |   |
| December 2001  | The order of the facility of | nease-iantainasassen     | A Marie Stranger of the Strang | Territoria de la Munica | and the residence of the second second   |   |
|  |                              |                          | Grace Washington   | Litigation              | A CONTRACTOR OF THE CONTRACTOR | L Saliniana Au                          |
|  | CCHP, Inc.                   | CC Partners              | ing Inc.   | Management, Inc.        | Grace Europe, Inc  | L B Realty, Inc.                        |
| ASSETS   |                              |                          |  |                         |  |   |
| Current Assets   |                              | 1                        | 1  |                         |  |   |
| Cash and cash equivalents  | \$ -                         | \$ (1,599,153)           | \$ -   | \$ -                    | \$ (0)   | ) \$ -                                  |
| Notes and accounts receivable, net   |                              |                          |  | -                       | 73,269   |   |
| Receivables from/(payables to) filing and non-filing entities, net Inventories   | 12,983,944                   | (27,789,573)             | (9,282,074)  | (396,308,592)           | 1 1 1  | 140,487,055                             |
| Deferred income taxes  | 1 -                          | [                        | ] [  | ] [                     | 64,489   | "                                       |
| Asbestos-related insurance expected to be realized within one yea  | -                            |                          |  |                         | - 0 1, 100   | _                                       |
| Other current assets   | -                            | -                        | <u> </u>   | -                       |  | -                                       |
| Total Current Assets   | 12,983,944                   | (29,388,726)             | (9,282,074)  | (396,308,592)           | 5,830,674  | 140,487,055                             |
| Properties and equipment, net  |                              | 1 .                      | _  | _                       |  |   |
| Goodwill, net  | ]                            |                          | ]  | ] .                     | ] - [  | ]                                       |
| Cash value of company owned life insurance, net of policy loans  | -                            | -                        | -  |                         |  |   |
| Deferred income taxes  | -                            | -                        | -  | -                       | 38,161   | -                                       |
| Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net   | 4:261.202                    | 100 076 207              | -  | 405 400 504             | -  |   |
| Investment in filing and non-filing entities   | 4,361,382                    | 188,076,207              | ]  | 435,103,524             | (3,424,401)  | -                                       |
| Other assets   |                              | .                        | _  | ] -                     | 54,000   |   |
| Total Assets   | \$ 17,345,326                | \$ 158,687,481           | \$ (9,282,074)   | \$ 38,794,932           |  | \$ 140,487,055                          |
| A LABILITIES AND SHADEROUNDEDGLEOUTY (DEFIOIT)   |                              |                          |  |                         |  |   |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) Liabilities Not Subject to Compromise   |                              |                          |  |                         |  |   |
| Current Liabilities  |                              |                          |  |                         |  | :                                       |
| Short-term debt  | \$                           | - \$                     | \$ -   | \$ -                    | \$ 11,153  | \$ -                                    |
| Accounts payable   | -                            | -                        | -  | -                       | -  | -                                       |
| Income taxes payable Asbestos-related liability expected to be disbursed within one year   |                              | _                        |  | -                       | -  | -                                       |
| Other current liabilities  | _                            | (0)                      | 12,049   | _                       | 337,762  | (5,613)                                 |
| Total Current Liabilities  |                              | (0)                      | <del></del>  | -                       | 348,915  | (5,613)                                 |
| Long town dobt. DID to stite.  |                              |                          |  |                         |  |   |
| Long-term debt - DIP facility Deferred income taxes  |                              | -                        | -  | -                       |  |   |
| Asbestos-related liability expected to be disbursed after one year   | ]                            |                          |  |                         | 0  |   |
| Other liabilities  | -                            | _                        | -  | -                       | ] -  |   |
| Total Liabilities Not Subject to Compromise  |                              | (0)                      | 12,049   | -                       | 348,916  | (5,613)                                 |
| Liabilities Subject to Compromise  |                              |                          |  |                         |  |   |
| Debt, pre-petition plus accrued interest   |                              | _                        | _  | _                       | _  | _                                       |
| Accounts payable   |                              | -                        |  | ] .                     | 19,697   |   |
| Income taxes payable   | (1,564)                      | 6,208,445                | (245,969)  | 10,932,242              | (609,913)  | (41,901)                                |
| Asbestos-related liability Other liabilities   | -                            | 20 674 444               | -  | -                       |  | -                                       |
| Total Liabilities Subject to Compromise  | (1,564)                      | 30,671,114<br>36,879,559 | (245,969)  | 10,932,242              | 184,253<br>(405,963)   | (41,901)                                |
| Total Liabilities  | (1,564)                      | 36,879,559               | (233,920)  |                         | (57,047)   | (47,514)                                |
| Observation of the control of the co |                              |                          |  |                         |  | \ |
| Shareholders' Equity (Deficit) Preferred Stock   |                              |                          |  |                         |  |   |
| Common Stock   | 1,000                        | ] .                      | 1,000  | 1,000                   | 1,000  | -                                       |
| Paid in capita!  | 34,052,467                   | 56,011,577               | ,,,,,,   | (29,267,410)            |  | 25,358,993                              |
| (Accumulated deficit)/Retained earnings  | (16,706,577)                 | 65,796,346               | (9,049,154)  | 57,128,988              | (419,202)  | 115,175,576                             |
| Treasury stock, at cost Consolidation of Investments   | •                            | -                        | •  |                         |  | - ,                                     |
| Consolidation of Investments  Cumulative Translation Adjustments   | <u> </u>                     | <u>-</u>                 | -  | •                       | 2 072 602  | - [                                     |
| Deferred compensation trust  | - i                          |                          |  |                         | 2,973,683  | _ [                                     |
| Total Shareholders' Equity (Deficit) Total Liabilities and Shareholders' Equity (Deficit)  | 17,346,889                   | 121,807,922              | (9,048,154)  | 27,862,690              | 2,555,481  | 140,534,569                             |
| Total Liabilities and Shareholders' Equity (Deficit)   | \$ 17,345,326                |                          |  |                         | \$ 2,498,434   |   |

| W.R. Grace & Co Chapter 11 Filing Entities  |   |                         |                             |                                       |   |   |
|---|---|-------------------------|-----------------------------|---------------------------------------|---|---|
| Combining Balance Sheet   |   |                         |                             |                                       |   |   |
| MOR - 3   |   |                         |                             |                                       |   |   |
| December 2001   |   |                         |                             |                                       |   |   |
|   |   | Hillian (1962)          |                             | ाक व्यवस्था सिकास                     | Service of the servic  | Station of State                        |
|   | Grace Internationa<br>B. Holdings, Inc. | Darex Puerto Rico       | Alewife Land<br>Corporation | Alewife Boston Lid                    | Five Alewife Bosto<br>Ltd.  | GN Holdings, Inc.                       |
| ASSETS  |   |                         |                             |                                       | 12.50   |   |
| Current Assets  | Ì                                       |                         |                             | [                                     |   |   |
| Cash and cash equivalents   | \$ -                                    | \$ 3,151,713            | ١.                          | \$ -                                  | \s .  | ] _                                     |
| Notes and accounts receivable, net  |   | 2,297,039               | ] [                         | ] _                                   | ]   | \$ -                                    |
| Receivables from/(payables to) filing and non-filing entities, net  | (67,157,813)                            |                         | (5,010,166)                 | (2,143,370)                           |   | (57,817,172                             |
| Inventories   | -                                       | 103,055                 |                             | `` -                                  | -   | (==,=,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |
| Deferred income taxes   | -                                       | 17,655                  | -                           | -                                     | -   |   |
| Asbestos-related insurance expected to be realized within one yea<br>Other current assets   | -                                       | -                       | •                           |                                       | -   | -                                       |
| Total Current Assets  | /C7 157 010                             | 2,219                   | (5 040 700)                 | (0.440.070)                           | <u> </u>  | -                                       |
| Total Oblicit Assets  | (67,157,813)                            | 3,778,786               | (5,010,166)                 | (2,143,370)                           | •   | (57,817,172                             |
| Properties and equipment, net   | _                                       | 807,886                 | _                           |                                       |   |   |
| Goodwill, net   | -                                       |                         | ] :                         | 1 :                                   | ]   | _                                       |
| Cash value of company owned life insurance, net of policy loans   | -                                       |                         | -                           | _                                     | ]   | .                                       |
| Deferred income taxes   |   | -                       |                             |                                       | -   | -                                       |
| Asbestos-related insurance expected to be realized after one year   | -                                       | -                       |                             | -                                     | ] -   |   |
| Loans receivable from/(payable to) filing and non-filing entities, net  | (58,663,970)                            | -                       | -                           | -                                     | -   | -                                       |
| Investment in filing and non-filing entities Other assets   | 58,669,464                              | 477 704                 | -                           | -                                     | -   | 34,053,467                              |
| Total Assets  | \$ (67,152,318)                         | 177,721<br>\$ 4,764,393 | 991,353                     | -                                     |   |   |
| TOWN ADDITION OF THE COMPANY OF THE | \$ (01,132,330)                         | \$ 4,704,383<br>        | 3 (4,016,613)               | \$ (2,143,370)                        | <b>\$</b> : \$ 200 | \$ (23,763,706)                         |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)  |   | [                       |                             |                                       |   | ļ                                       |
| Liabilities Not Subject to Compromise   |   |                         |                             |                                       | 1   |   |
| Current Liabilities   |   |                         |                             |                                       | 1   | 1                                       |
| Short-term debt   | \$ -                                    | - \$                    | \$ -                        | \$ -                                  | s -   | - \$                                    |
| Accounts payable  | •                                       | 58,582                  | -                           | -                                     | -   | -                                       |
| Income taxes payable Asbestos-related liability expected to be disbursed within one year  | ٠                                       | •                       | -                           | -                                     | -   | -                                       |
| Other current liabilities   | •                                       | 5,769                   | -                           | -                                     | -   |   |
| Total Current Liabilities   | <del></del>                             | 64,352                  |                             | · · · · · · · · · · · · · · · · · · · |   | -                                       |
| ,   |   | 04,002                  |                             | -                                     | •   | -                                       |
| Long-term debt - DIP facility   | -                                       |                         |                             |                                       |   | _                                       |
| Deferred income taxes   | -                                       | 141,872                 |                             |                                       | _   |   |
| Asbestos-related liability expected to be disbursed after one year  | •                                       | -                       |                             |                                       | -   | -                                       |
| Other liabilities   | -                                       | •                       | •                           |                                       | -   | _                                       |
| Total Liabilities Not Subject to Compromise   | -                                       | 206,224                 | · · · · · · · ·             | <u>.</u>                              | -   | -                                       |
| Liabilities Subject to Compromise   |   |                         |                             |                                       |   |   |
| Debt, pre-petition plus accrued interest  |   |                         | _                           | _                                     |   |   |
| Accounts payable  | _                                       | 133,907                 |                             |                                       |   | ]                                       |
| Income taxes payable  | (3,403,994)                             | 373,995                 | -                           | -                                     |   | _                                       |
| Asbestos-related liability  | - ;                                     | •                       | -                           | -                                     | -   | -                                       |
| Other liabilities   |   | -                       | -                           |                                       |   |   |
| Total Liabilities Subject to Compromise  Total Liabilities  | (3,403,994)                             | 507,902                 |                             | •                                     | -   |   |
| 1 Ordi Etabilities  | (3,403,994)                             | 714,126                 | -                           | -                                     | •   | •                                       |
| Shareholders' Equity (Deficit)  |   |                         |                             |                                       |   |   |
| Preferred Stock   | _ [                                     |                         | _ :                         | _                                     | _   | _                                       |
| Common Stock  | 1,000                                   | 1,000                   | 200                         | ] [                                   |   | 931,540                                 |
| Paid in capital   | 40,197,489                              | -                       | 274,606                     |                                       | -   | 9,408,460                               |
| (Accumulated deficit)/Retained earnings   | (29,931,491)                            | 4,049,267               | (4,293,619)                 | (2,143,370)                           | -   | (34,103,706)                            |
| Treasury stock, at cost   | -                                       | -                       | -                           | -                                     | -   | -                                       |
| Consolidation of Investments Cumulative Translation Adjustments   | (74.045.004)                            | •                       | *                           | -                                     | -   | - ,                                     |
| Deferred compensation trust   | (74,015,321)                            | •                       | •                           | -                                     | •   | -                                       |
| Total Shareholders' Equity (Deficit)  | (63,748,324)                            | 4,050,267               | (4,018,813)                 | (2,143,370)                           |   | (22 762 700)                            |
|   | \$ (67,152,318)                         |                         | (3,0,0,0,0,0)               | \$ (2,143,370)                        | <u> </u>  | (23,763,706)<br>\$ (23,763,706)         |

| ASSETS Current Assets Cash and cash equivalents Notes and accounts receivable, net Receivables from/(payables to) filing and non-filing entitles, net Inventories Deferred income taxes Asbestos-related insurance expected to be realized within one year Other current assets  Total Current Assets  Properties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loans Deferred income taxes Deferred income taxes Total Current Assets  \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$   | .R. Grace & Co Chapter 11 Filing Entities                        |                |                 | 2445 - 1489   |                              |                    | 1.0           |
|---|--|----------------|-----------------|---------------|------------------------------|--------------------|---------------|
| ASSETS Current Assets Cash and cash equivalents Notes and accounts receivable, net Receivables from/payables to) filing and non-filing entities, net Inventories Deferred income tases Asbestos-related insurance expected to be realized within one year Clash and accounts receivable, net Receivables from/payable to) filing and non-filing entities, net Inventories Deferred income tases Total Current Assets  Total Current Assets  Properties and equipment, net Coodwill, net Cash value of company owned life insurance, net of policy loans Deferred income taxes Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Asbestos-related insurance expected to be realized after one year Colher assets  Total Assets  \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$   |  |                |                 |               |                              |                    |               |
| ASSETS Current Assets Cash and cash equivalents Notes and accounts receivable, net Receivables from/payables to) filing and non-filing entities, net Inventories Delerred income taxes Asbestos-related insurance expected to be realized within one year Other current Assets  Cash value of company owned life insurance, net of policy loans Delerred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/payable to) filing and non-filing entities, net Inventories Delerred income taxes Asbestos-related insurance expected to be realized after one year Cother users assets  Total Current Capable  Liabilities Not Subject to Compromise  Long-term debt Assets Long-term debt Liabilities Not Subject to Compromise Liabilities Subject to Compromise   |  |                |                 |               |                              |                    |               |
| ASSETS Current Assets Cash and cash equivalents Notes and accounts receivable, net Receivables from/payables to) filing and non-filing entities, net Inventories Deterred income taxes Abbestos-related insurance expected to be realized within one year Other current assets Total Current Assets  Total Current Cash to filing and non-filing entities, net investment in Subject to Compromise  Total Assets  Total Assets  Total Current Liabilities  Total  |  |                | MRA Infermedoo, |               | Development                  | CB Biomedical, Inc | Amicon, Inc.  |
| Cash and cash equivalents Notes and accounts receivable, net Receivables from/(payables to) filing and non-filing entities, net Inventories Deferred income taxes Asbestos-related insurance expected to be realized within one year Cliner current assets Total Current Assets  Total Current Assets  Total Current Assets  Total Current Assets  Sabestos-related insurance expected to be realized after one year Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Current Liabilities Not Subject to Compromise Current Liabilities Short-term debt Accounts payable Income taxes payable Total Current Liabilities Total Liabilities Not Subject to Compromise Liabilities Subject to Compromise Liabilities Not Subject to Compromise Liabilities Subject to Compromise Liabilities Not Subject to Compromise Liabilities Not Subject to Compro  |  |                |                 |               |                              |                    |               |
| Notes and accounts receivable, net Inventories Deferred incorne taxes Deferred incorne taxes Checket dissurance expected to be realized within one year Checket dissurance expected to be realized within one year Checket dissurance expected to be realized after one year Code in this part of the compromise Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Chash expected dissurance expected to be realized after one year Checket dissurance expected to be realized after one year Checket dissurance expected to be disbursed within one year Checket dissurance expected to be disbursed within one year Checket dissurance expected to be disbursed within one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected to be disbursed after one year Checket dissurance expected t  |  |                |                 |               | \$ 26,026                    |                    | •             |
| Investrotres  | ·  | Ψ -            |                 | -             | 4 30,930                     |                    | -             |
| Deferred income taxes Asbestos-related insurance expected to be realized within one year Cliner current assets Total Current Assets Total Current Assets    |  |                | -               | (1,219)       | -                            | (26,718,257)       | 57,347,191    |
| Asbestos-related insurance expected to be realized within one year Other current assets  Total Current Assets  Properties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loans Deferred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net investment in filing and non-filing entities in filing and non-filing entities, net investment investment in filing and non-filing entities, net investment investmen  |  |                | ] :             |               |                              |                    |               |
| Total Current Assets  |  |                |                 | -             | -                            | _                  | -             |
| Properties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Liabilities Subject to Compromise   |  | -              | <u> </u>        | - (4.040)     | -                            | - (00 740 007      | -             |
| Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net Investment in filing and non-filing entities Other assets Total Assets  \$ \$4,500,000 \$ 54,500,000 \$ 56,011,577 \$ 1,630,940 \$ 57,500 \$ 1,667,876 \$ 26,718,257) \$ 57,500 \$ 1,630,940 \$ 1,667,876 \$ 26,718,257) \$ 5,750 \$ 1,630,940 \$ 1,667,876 \$ 1,677,876 \$ 1,677,876 \$ 1,677,876 \$ 1,677,876 \$ 1,677,876 \$ 1,677,876 \$ 1,677,876 \$ | Total Current Assets   | -              | ,               | (219)         | 36,936                       | (26,718,257        | 57,347,191    |
| Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filling entities, net Investment in filing and non-filing entities Cher assets  Total Assets  Total Assets  Sw54,500,000  S 54,500,000  S 56,010,358  S 1,667,876  S 26,718,257)  S 57,  LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) Liabilities Not Subject to Compromise Current Liabilities Short-term debt Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities  Total Liabilities Not Subject to Compromise  Liabilities Subject to Compromise  Total Liabilities Subject to Compromise  |  | -              | -               |               | -                            | -                  |               |
| Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net Investment in filing and non-filing entities  54,500,000 \$54,500,000 \$56,011,577 \$  Total Assets \$54,500,000 \$54,500,000 \$56,011,577 \$  Total Assets \$54,500,000 \$54,500,000 \$56,010,358 \$1,667,876 \$(26,718,257) \$57,300 \$  LABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)  Liabilities Not Subject to Compromise Current Liabilities Short-term debt \$   |  | *              | -               |               | -                            |                    | _             |
| Asbestos-related insurance expected to be realized after one year Loans receivable to filting and non-filing entities investment in filing and non-filing entities 54,500,000 54,500,000 56,011,577 1.630,940   |  | -              |                 | -             | -                            | } :                | ]             |
| Investment in filing and non-filing entitles  | sbestos-related insurance expected to be realized after one year | -              | -               | -             | -                            | -                  |               |
| Cher assets   |  | 54 500 000     | 54 500 000      | 56 011 577    | _                            |                    | ]             |
| Liabilities Not Subject to Compromise  Current Liabilities Short-term debt Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities Total Current Liabilities  Asbestos-related liability Deferred income taxes Asbestos-related liability expected to be disbursed after one year Other liabilities  Total Liabilities Not Subject to Compromise  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Income taxes payable Income taxes payable Income taxes of the disbursed after one year Other liabilities  Total Liabilities Subject to Compromise  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Inco  | Other assets   |                |                 |               |                              | _                  |               |
| Liabilities Not Subject to Compromise Current Liabilities Short-term debt Accounts payable Income taxes payable Asbestos-related liability Deferred income taxes Total Current Liabilities Not Subject to Compromise  Liabilities Not Subject to Compromise  Liabilities Subject to Compromise Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Accounts payable Income taxes Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Accounts payable Income taxes payable Accounts payable Income taxes payable Income taxes payable Income taxes payable Accounts payable Income taxes payable  | otal Assets  | \$1.54,500,000 | \$ 54,500,000   | \$ 56,010,358 | \$ 1,667,876                 | \$ (26,718,257     | \$ 57,347,191 |
| Liabilities Not Subject to Compromise Current Liabilities Short-term debt Accounts payable Income taxes payable Asbestos-related liability Deferred income taxes Total Current Liabilities Not Subject to Compromise  Liabilities Not Subject to Compromise  Liabilities Subject to Compromise Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Accounts payable Income taxes Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Accounts payable Income taxes payable Accounts payable Income taxes payable Income taxes payable Income taxes payable Accounts payable Income taxes payable  | ABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)                     |                | 1               | ļ             |                              |                    |               |
| Short-term debt Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities  Congress of the destruction of the disbursed of the disbursed after one year Other liabilities Not Subject to Compromise  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability  Determined by the disbursed after one year Other liabilities  Total Liabilities Subject to Compromise  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability Other liabilities  Total Liabilities Subject to Compromise  Total Liabilities Subject to Compromise  Other liabilities  Total Liabilities Subject to Compromise  Income taxes payable  Income taxes payable Income taxes p  | abilities Not Subject to Compromise                              |                |                 |               |                              |                    |               |
| Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities Total Current Liabilities  Cong-term debt - DIP facility Deferred income taxes Asbestos-related liability expected to be disbursed after one year Other liabilities Not Subject to Compromise  Liabilities Subject to Compromise Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability  Cother liabilities  Total Liabilities  Tota  |  |                |                 |               | e .                          |                    |               |
| Asbestos-related liabilities  |  |                |                 | ] -           | -                            | -                  |               |
| Other current liabilities         -         -         551,649         5,000           Long-term debt - DIP facility         - <td></td> <td>-</td> <td>-</td> <td></td> <td>1 1 1 1 1 1 1 1 <del>1</del></td> <td></td> <td>-</td>  |  | -              | -               |               | 1 1 1 1 1 1 1 1 <del>1</del> |                    | -             |
| Total Current Liabilities   | * '  | -              |                 | -             | 551 649                      | 5.000              | -             |
| Deferred income taxes Asbestos-related liability expected to be disbursed after one year Other liabilities Total Liabilities Not Subject to Compromise  Liabilities Subject to Compromise Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability Other liabilities Total Liabilities Subject to Compromise   |  | -              | -               | -             |                              |                    |               |
| Deferred income taxes Asbestos-related liability expected to be disbursed after one year Other liabilities Total Liabilities Not Subject to Compromise  Liabilities Subject to Compromise Debt, pre-pelition plus accrued interest Accounts payable Income taxes payable Asbestos-related liability Other liabilities Total Liabilities Subject to Compromise   | ong torm debt. DID facility                                      |                |                 | ]             | •                            |                    |               |
| Other liabilities   |  |                | [ ]             | ] :           | [ ]                          | [ ]                | -:            |
| Total Liabilities Not Subject to Compromise   | • • •  | -              | -               | -             | -                            | -                  | -             |
| Liabilities Subject to Compromise   | · · · · · · · · · · · · · · · · · · ·                            | <u> </u>       |                 |               | -<br>551 649                 | 5,000              | -             |
| Debt, pre-petition plus accrued interest  | Total Elabinaca Not adaptor to adhiptornipo                      |                |                 | <del></del>   | 301,040                      |                    |               |
| Accounts payable  |  |                | <u> </u>        | 1             |                              | 1                  |               |
| Income taxes payable  |  | -              | :               | ]             |                              | _                  | ] -           |
| Other liabilities   | Income taxes payable   | •              | -               | (130)         | -                            | (104,430)          | 10,346,794    |
| Total Liabilities Subject to Compromise (130) - (104,430) 10,3  |  |                | -               |               | -                            |                    | -             |
| Total Liabilities - (130) 551,649 (99,430) 10,  | Total Liabilities Subject to Compromise                          | •              | -               |               |                              |                    |               |
|   | Total Liabilities  | -              | -               | (130)         | 551,649                      | (99,430            | 10,346,794    |
| Shareholders' Equity (Deficit)  | hareholders' Equity (Deficit)                                    |                |                 |               |                              |                    |               |
| Preferred Stock   | Preferred Stock  | -              |                 | -             |                              | -                  | -             |
| Common Stock  |  | 54,499,999     |                 |               | 1,104,954                    | 859,233            | 3,671,658     |
|   |  |                |                 |               | 1 ' '                        |                    |               |
| Treasury stock, at cost   |  | -              |                 |               | -                            | -                  | -             |
| Consolidation of Investments  |  |                | :               | :             |                              | ] .                | (99,212)      |
| Deferred compensation trust   | Deferred compensation trust                                      | -              | <u> </u>        | -             | -                            |                    |               |
|   | Total Shareholders' Equity (Deficit)                             |                |                 |               |                              |                    |               |

| W.R. Grace & Co Chapter 11 Filing Entities Combining Balance Sheet  |                                       |                                    |                     |                                    |  |                   |
|---|---------------------------------------|------------------------------------|---------------------|------------------------------------|--|-------------------|
| MOR - 3   |                                       |                                    |                     |                                    |  |                   |
| December 2001   |                                       |                                    |                     |                                    |  |                   |
| December 2001   | o no servicio de la compa             | Silver or an analysis of the sales | 2                   | The respective contract            | Transaction of the state of the |                   |
|   | Grace                                 | Grace Chemical                     | Southern Oil, Resir | Guanica-Caribe<br>Land Development | Dewey & Almy,  | A-1 Bit & Tool Co |
|   | Environmental, Inc.                   | Company of Cuba                    | & Fiberglass, Inc.  | Corporation                        | LLC R  | Hall Inc.         |
| ASSETS  |                                       |                                    | 1                   |                                    |  |                   |
| Current Assets  |                                       |                                    |                     |                                    |  | [                 |
| Cash and cash equivalents   | \$ -                                  | \$ -                               | \$ -                | \$ -                               | \$ 1,000   | \$ -              |
| Notes and accounts receivable, net  Receivables from/(payables to) filing and non-filing entities, net                  | (7,288,586)                           | <u>-</u>                           | -                   | 5,824,394                          | (102,989)  |                   |
| Inventories   | - (7,200,000)                         | 1 -                                |                     | 3,024,394                          | (102,989)  | (1,118,993        |
| Deferred income taxes   |                                       | -                                  | -                   |                                    |  |                   |
| Asbestos-related insurance expected to be realized within one yea   | - ·                                   | -                                  | -                   | -                                  |  | -                 |
| Other current assets Total Current Assets   | (7,288,586)                           | <u> </u>                           | <del> </del>        | 5,824,394                          | (101.000)  | (1.140.000        |
|   | (1,280,500)                           | 1                                  | 1                   | 3,024,394                          | (101,989)  | (1,118,993        |
| Properties and equipment, net   | - '-                                  | -                                  | -                   | -                                  | -  |                   |
| Goodwill, net Cash value of company owned life insurance, net of policy loans   | -                                     |                                    | -                   | -                                  |  | -                 |
| Deferred income taxes   | ]                                     |                                    | !                   |                                    | •  | -                 |
| Asbestos-related insurance expected to be realized after one year   |                                       |                                    | _                   |                                    | ]  | <del>-</del>      |
| Loans receivable from/(payable to) filing and non-filing entities, net  | -                                     | -                                  | -                   |                                    |  | -                 |
| Investment in filing and non-filing entities Other assets   | -                                     |                                    | -                   | -                                  | 94,022   | -                 |
| Total Assets  | \$ (7.288.586)                        | \$ 34.52                           | \$ 25 5 5 5         | \$ 5,824,394                       | \$ (7,966)   | \$ (1,118,993)    |
|   | 1.7                                   |                                    | 1                   | 3,32 1,00                          | 1  | (1,110,333)       |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)  |                                       |                                    |                     |                                    |  |                   |
| Liabilities Not Subject to Compromise Current Liabilities   |                                       |                                    |                     | j                                  |  |                   |
| Short-term debt   | s -                                   | <b> </b> \$ -                      | \$ -                | s -                                | \$ -   | \$ -              |
| Accounts payable  | -                                     | -                                  |                     |                                    |  |                   |
| Income taxes payable  | -                                     | _                                  | -                   | -                                  | -  | -                 |
| Asbestos-related liability expected to be disbursed within one year<br>Other current liabilities                        | (4,990)                               |                                    |                     | · .                                | •  | -                 |
| Total Current Liabilities   | (4,990)                               | •                                  |                     |                                    | -  | <del></del>       |
| t and torm dobt. DID to sility  |                                       |                                    | 1                   |                                    |  |                   |
| Long-term debt - DIP facility Deferred income taxes   | _                                     |                                    | -                   | -                                  | -  |                   |
| Asbestos-related liability expected to be disbursed after one year  | -                                     |                                    | :                   |                                    |  | -                 |
| Other liabilities   | _                                     | *                                  | -                   |                                    | - :  |                   |
| Total Liabilities Not Subject to Compromise   | (4,990)                               |                                    | 1                   | -                                  | -  |                   |
| Liabilities Subject to Compromise   |                                       |                                    |                     |                                    |  |                   |
| Debt, pre-petition plus accrued interest  | -                                     |                                    | -                   | -                                  | _ [  |                   |
| Accounts payable  | •                                     | -                                  | -                   | -                                  | -  | -                 |
| Income taxes payable Asbestos-related liability   | • • • • • • • • • • • • • • • • • • • | •<br>-                             |                     | -                                  | -  | -                 |
| Other liabilities   | -                                     |                                    |                     |                                    |  | - ·               |
| Total Liabilities Subject to Compromise   | -                                     | •                                  |                     |                                    |  | -                 |
| Total Liabilities   | (4,990)                               | <u>.</u>                           | -                   | -                                  |  |                   |
| Shareholders' Equity (Deficit)  |                                       |                                    |                     |                                    |  |                   |
| Preferred Stock   | -                                     | -                                  | .                   | _                                  |  | -                 |
| Common Stock Paid in capital  | 5,150                                 | -                                  | -                   | 1,000                              | 2,000  | 29,000            |
| (Accumulated deficit)/Retained earnings   | 5,144,850<br>(12,433,596)             |                                    |                     | 5,823,446<br>(52)                  | (9,966)  | (1 147 000)       |
| Treasury stock, at cost   | (12, 700,000)                         | -                                  | [ ]                 | (92)                               | (9,906)  | (1,147,993)       |
| Consolidation of Investments Cumulative Translation Adjustments   | -                                     | -                                  |                     | •                                  | ]  | -                 |
|   |                                       |                                    |                     |                                    |  |                   |
|   | -                                     | •                                  | -                   | -                                  | -  | -                 |
| Deferred compensation trust  Total Shareholders' Equity (Deficit)  Total Liabilities and Shareholders' Equity (Deficit) | (7,283,596)                           | •                                  | -                   | 5,824,394                          | (7,966)  | (1,118,993)       |

| W.R. Grace & Co Chapter 11 Filing Entities   |                             | to a least of                                    | The same of the same                              |                 | production for | 1 4 4                             |
|--|-----------------------------|--|---|-----------------|----------------|-----------------------------------|
| Combining Balance Sheet  |                             |  |   |                 |                |                                   |
| MOR - 3  |                             |  |   |                 |                |                                   |
| December 2001  |                             |  |   |                 |                |                                   |
| The second secon | Dogwaldziela od seikin      | c zásták nazv                                    | Monolith  |                 | Grace Hotel    | Jan i h Gillette - se             |
|  | Grace Tarpon                | G C Limited                                      | Enterprises,                                      | Grace Culinary  | Services       | a dina se                         |
|  | Investors, inc.             | Partners I, Inc.                                 | Incorporated                                      | Systems, Inc.   | Corporation    | Monroe Street, In                 |
| ASSETS   |                             |  |   |                 |                |                                   |
| Current Assets   |                             |  |   |                 |                | }                                 |
| Cash and cash equivalents  | \$                          | \$   | -   \$ -  | \$ -            | \$ -           | \$                                |
| Notes and accounts receivable, net   |                             |  | -   -   |                 | -              |                                   |
| Receivables from/(payables to) filing and non-filing entities, net   | 10,284,534                  | 740  | (2,417,464  | (26,312,455)    | (5,132,274)    | (3,350,52                         |
| Inventories Deferred income taxes  |                             | ·  | -   |                 | -              | Ì                                 |
| Asbestos-related insurance expected to be realized within one year   | ]                           | ] '  | ·   | -               | •              |                                   |
| Other current assets   | ]                           |  |   | _               |                |                                   |
| Total Current Assets   | 10,284,534                  | 740  | (2,417,464)                                       | (26,312,455)    | (5,132,274)    | (3,350,524                        |
|  | 1                           |  | (=,,  | (20,0.2,,00)    | (0,102,271)    | (0,000,02                         |
| Properties and equipment, net  | -                           |  | -   |                 | -              |                                   |
| Goodwill, net  | '                           | 1  | -   | -               | -              |                                   |
| Cash value of company owned life insurance, net of policy loans  | -                           | 1  | -   |                 | -              |                                   |
| Deferred income taxes  | ·                           | 1  | ·  -  |                 | -              |                                   |
| Asbestos-related insurance expected to be realized after one year<br>Loans receivable from/(payable to) filing and non-filing entities, net  | · ·                         | 1  | '   | -               | -              |                                   |
| Investment in filing and non-filing entities   | l                           |  |   | -               | _              |                                   |
| Other assets   |                             |  | .]  |                 | 1              |                                   |
| Total Assets   | \$ 10,284,534               | \$ 0.0016#740                                    | \$ (2,417,464)                                    | \$ (26,312,455) | \$ (5.132.274) | S (3.350.524                      |
|  |                             |  | T   |                 |                |                                   |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)   |                             |  |   |                 |                |                                   |
| Liabilities Not Subject to Compromise  |                             |  |   |                 |                | ļ                                 |
| Current Liabilities  |                             |  |   |                 | 1_             |                                   |
| Short-term debt<br>Accounts payable  | \$ -                        | \$   | - \$  | - \$            | - \$           | \$ ·                              |
| Income taxes payable   | ]                           |  | ] -   | •               | •              |                                   |
| Asbestos-related liability expected to be disbursed within one year  | _                           | .  |   | .               |                |                                   |
| Other current liabilities  | 3                           |  |   |                 | _              |                                   |
| Total Current Liabilities  | 3                           | -  | -   | -               |                |                                   |
|  |                             |  | 1   |                 | ]              |                                   |
| Long-term debt - DIP facility  | -                           | -  | -   | -               | -              |                                   |
| Deferred income taxes  Advantage related liability opportunity by dishurand after any pro-   | -                           | -  | -   | -               | -              | ٠.                                |
| Asbestos-related liability expected to be disbursed after one year<br>Other liabilities  | •                           | -  |   | •               | -              |                                   |
| Total Liabilities Not Subject to Compromise  | 3                           | -  | <del></del>                                       | ļ <u>.</u>      | -              | · · · · · · · · ·                 |
| Total Elabinites Not Gabject to Compromise   |                             | <del>                                     </del> | <u> </u>  | -               | -              |                                   |
| Liabilities Subject to Compromise  |                             |  |   |                 |                |                                   |
| Debt, pre-petition plus accrued interest   | _                           | .  |   |                 | _              |                                   |
| Accounts payable   | -                           | -  | -   | -               | -              |                                   |
| Income taxes payable   | (150)                       | (150   | (200)   | -               | (159)          |                                   |
| Asbestos-related liability   | -                           |  | -   | -               | •              |                                   |
| Other liabilities Total Liabilities Subject to Compromise  |                             | (150   |   |                 | - (1.5-1)      | :                                 |
| Total Liabilities Total Liabilities  | /4 = ^1                     | 175/1  | (200)   | -               | (159)          |                                   |
|  | (150)                       |  | <del>                                      </del> |                 | HEAVE          |                                   |
|  | (150)<br>(147)              |  | (200)   | -               | (159)          | ·                                 |
| Shareholders' Equity (Deficit)   |                             |  | <del>                                      </del> |                 | (159)          |                                   |
| Shareholders' Equity (Deficit) Preferred Stock   | (147)                       |  | (200)   | -               | (159)          |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock  | (147)<br>-<br>1,000         |  | 26,000  | -               | (159)          | 1,000                             |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital  | (147)<br>1,000<br>3,136,087 | (150<br>-<br>1,000                               | 26,000<br>9,988,414                               | -               | -              |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital (Accumulated deficit)/Retained earnings  | (147)<br>-<br>1,000         | (150   | 26,000<br>9,988,414                               | -               |                |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital (Accumulated deficit)/Retained earnings Treasury stock, at cost  | (147)<br>1,000<br>3,136,087 | (150<br>-<br>1,000                               | 26,000<br>9,988,414                               | -               | -              |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital (Accumulated deficit)/Retained earnings Treasury stock, at cost Consolidation of Investments   | (147)<br>1,000<br>3,136,087 | (150<br>-<br>1,000                               | 26,000<br>9,988,414                               | -               | -              |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital (Accumulated deficit)/Retained earnings Treasury stock, at cost Consolidation of Investments Cumulative Translation Adjustments  | (147)<br>1,000<br>3,136,087 | (150<br>-<br>1,000                               | 26,000<br>9,988,414                               | -               | -              |                                   |
| Shareholders' Equity (Deficit) Preferred Stock Common Stock Paid in capital (Accumulated deficit)/Retained earnings Treasury stock, at cost Consolidation of Investments   | (147)<br>1,000<br>3,136,087 | (150<br>-<br>1,000                               | 26,000<br>9,988,414<br>(12,431,678)               | -               | -              | 1,000<br>(3,351,524<br>(3,350,524 |

| W.R. Grace & Co Chapter 11 Filing Entities   | 7. %      | a. 30% 5 Å                 | ,             |  |                        | Jacob and State                |  | 5.1 ( )                     |
|--|-----------|----------------------------|---------------|--|------------------------|--------------------------------|--|-----------------------------|
| Combining Balance Sheet  |           |                            |               |  |                        |                                |  |                             |
| MOR - 3  |           |                            |               |  |                        |                                |  |                             |
| December 2001  | William . | Ediabara -                 | SIRE!         | 14 (81 × 144 | Eki fi Zar Jin (razet) | Skutiverski (* 17. – 17.       | 94   164   164   165   165   165   165   165   165   165   165   165   165   165   165   165   165   165   165 | The same and the            |
|  | Gı        | ace H-G Inc.               |               | anover,Square<br>Corporation   | Ecarg, Inc.            | W.R. Grace Land<br>Corporation | G C Management,  | Water Street<br>Corporation |
| ASSETS   |           |                            |               |  |                        |                                | :  |                             |
| Current Assets Cash and cash equivalents   | \$        | _                          | <b>S</b>      | _  | \$ -                   | \$ -                           | <b>s</b> -   | s -                         |
| Notes and accounts receivable, net   | "         |                            | *             |  | -                      |                                | _  |                             |
| Receivables from/(payables to) filing and non-filing entities, net   | İ         | (2,509,739)                |               | 950  | (1,230,598)            | 36,708,837                     | 25,045   | (72,951                     |
| Inventories  | 1         | •                          |               | -  | -                      | -                              | -  | -                           |
| Deferred income taxes  Asbestos-related insurance expected to be realized within one year                              |           | -                          |               |  | -                      |                                | -  |                             |
| Other current assets   | 1         |                            |               | -  | -                      |                                | -  | -                           |
| Total Current Assets   |           | (2,509,739)                |               | 950  | (1,230,598)            | 36,708,837                     | 25,045   | (72,951                     |
| Proportion and equipment, not  |           | _                          |               |  | 1 19/ 971              | _                              | _  |                             |
| Properties and equipment, net<br>Goodwill, net   |           | -                          |               | -  | 1,184,871              | ] .                            | ]  |                             |
| Cash value of company owned life insurance, net of policy loans  |           |                            |               | -  | -                      | -                              | -  | -                           |
| Deferred income taxes  |           | -                          |               | •  | -                      | -                              | -  | -                           |
| Asbestos-related insurance expected to be realized after one year  |           | •                          |               | •  | -                      | -                              | -  | -                           |
| Loans receivable from/(payable to) filing and non-filing entities, net<br>Investment in filing and non-filing entities |           | -                          |               |  | -                      | 6,284,806                      | [  | ]                           |
| Other assets   |           |                            |               |  | -                      | -                              | -  |                             |
| Total Assets   | \$        | (2,509,739)                | <b>(\$</b>  6 | 950  | \$ (45,727)            | \$ 42,993,643                  | \$ 25,045  | \$ (72,951                  |
| LABILITIES AND SHAREHOLDERS FOURTY (REPORT)  |           |                            |               |  |                        |                                |  |                             |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) Liabilities Not Subject to Compromise                                   |           |                            |               |  |                        |                                | -  |                             |
| Current Liabilities  |           |                            |               |  |                        |                                | ł  |                             |
| Short-term debt  | \$        | -                          | \$            | •  | \$ -                   | \$ -                           | \$ -   | \$ -                        |
| Accounts payable income taxes payable  | ŀ         | -                          |               | •  | •                      |                                | _  |                             |
| Asbestos-related liability expected to be disbursed within one year  |           |                            |               | -  |                        | ] _                            |  |                             |
| Other current liabilities  |           | -                          |               |  |                        | -                              | -  |                             |
| Total Current Liabilities  | ŀ         | -                          |               | •  | -                      | -                              | -  | -                           |
| Long-term debt - DIP facility  |           |                            |               | _  | _                      |                                | _  |                             |
| Deferred income taxes  | ļ         | -                          |               | •  |                        | -                              |  |                             |
| Asbestos-related liability expected to be disbursed after one year   |           | -                          |               | -  | -                      | -                              | -  |                             |
| Other liabilities  |           | -                          | <u> </u>      | -  |                        | <u></u>                        | -  |                             |
| Total Liabilities Not Subject to Compromise  | ⊢         |                            |               |  |                        | -                              | -  | <del> </del>                |
| Liabilities Subject to Compromise  |           |                            |               |  |                        |                                |  |                             |
| Debt, pre-petition plus accrued interest   | Ì         | -                          |               | •  | -                      | -                              | -  | .                           |
| Accounts payable   |           |                            | 1             | •  | •                      |                                | -  |                             |
| Income taxes payable Ashestos related liability  | İ         | (100)                      | ']            | -  | (15)                   | (299)                          | ]  |                             |
| Other liabilities  |           | -                          |               |  |                        | ] [                            | _  | .                           |
| Total Liabilities Subject to Compromise  |           | (100)                      |               |  | (15)                   |                                |  | -                           |
| Total Liabilities  |           | (100)                      |               | -  | (15)                   | (299)                          |  |                             |
| Shareholders' Equity (Deficit)   |           |                            |               | *  |                        |                                |  |                             |
| Preferred Stock  |           | •                          |               | -  | -                      | -                              | -  |                             |
| Common Stock   |           | 1,000                      |               | 1,000  | 50                     | 5,000                          | -  | 1,000                       |
| Paid in capital  |           | (D E40 000)                |               |  | 50                     | 19,577,160                     |  |                             |
| (Accumulated deficit)/Retained earnings Treasury stock, at cost  | -         | (2,510,639)                | 1             | (50)   | (45,812)               | 23,411,782                     | 25,045   | (73,951                     |
| Consolidation of Investments   |           | -                          |               | -  |                        | ] .                            | ]  |                             |
| Cumulative Translation Adjustments   |           | -                          |               | •  | -                      | -                              | ] -  |                             |
| Deferred compensation trust  |           | (0.500.005)                | -             |  |                        | 10.000.000                     |  |                             |
| Total Shareholders' Equity (Deficit) Total Liabilities and Shareholders' Equity (Deficit)                              | S         | (2,509,639)<br>(2,509,739) |               | 950<br><b>950</b>  | (45,712)<br>(45,727)   |                                | 25,045<br>\$ 25,045  | (72,951<br>\$ (72,951       |

| W.R. Grace & Co Chapter 11 Filing Entities   |                                    |                                   |                              |                   |   |                |
|--|------------------------------------|-----------------------------------|------------------------------|-------------------|---|----------------|
| Combining Balance Sheet  |                                    |                                   |                              |                   |   |                |
| MOR - 3  |                                    |                                   |                              |                   |   |                |
| December 2001  |                                    | Marine Santa                      | er et witte execu            | Contract Contract | , si e e                                | ne greek       |
|  |                                    | and the second                    | Gloucester New               |                   |   |                |
|  | Del Taco 4000<br>Restaurants, Inc. | W.R. Grace Capital<br>Corporation | Communities<br>Company, Inc. | Creative Food N'  | Grace PAR<br>Corporation                | Grace A-B Inc. |
| ACT AND ACT COMMAND THE RESIDENCE OF THE COMMAND ACT AND ACT | 7,00                               |                                   |                              |                   | 100000000000000000000000000000000000000 |                |
| ASSETS   |                                    |                                   |                              |                   |   |                |
| Current Assets   |                                    |                                   | e 500                        | e                 |   | \$ .           |
| Cash and cash equivalents  Notes and accounts receivable, net  | \$ :                               | \$ -                              | \$ 500                       | \$ -              | \$ -                                    | φ ·            |
| Receivables from/(payables to) filing and non-filing entities, net   | (12,559,268)                       | 174,205                           | (19,464,242)                 | 23,479,958        | 6,345,636                               | 810,500        |
| Inventories  | (,,                                |                                   |                              |                   | -                                       | , · ·          |
| Deferred income taxes  |                                    | -                                 | -                            | -                 |   | -              |
| Asbestos-related insurance expected to be realized within one year   | -                                  | -                                 |                              | -                 | -                                       | •              |
| Other current assets   | -                                  |                                   | -                            |                   | -                                       |                |
| Total Current Assets   | (12,559,268)                       | 174,205                           | (19,463,742)                 | 23,479,958        | 6,345,636                               | 810,500        |
| Properties and equipment, net  | _                                  | 438,445                           |                              |                   |   | _              |
| Goodwill, net  |                                    | 400,440                           | _                            |                   |   |                |
| Cash value of company owned life insurance, net of policy loans  |                                    |                                   |                              | -                 | -                                       | -              |
| Deferred income taxes  |                                    | -                                 | -                            | -                 |   | -              |
| Asbestos-related insurance expected to be realized after one year  | 1 -                                | -                                 | -                            |                   | -                                       | -              |
| Loans receivable from/(payable to) filing and non-filing entities, net   | -                                  |                                   | -                            | -                 | -                                       | •              |
| Investment in filing and non-filing entities   |                                    | -                                 | 4.000                        | -                 | •                                       |                |
| Other assets Total Assets  | C (12 559 268)                     | \$ 612,650                        | 4,066                        | \$ 23,479,958     | \$ 6 345 636                            | S 810,500      |
| TOTAL ASSETS   | (12,500,200)                       | Ψ = 1 = 0.1 L,000 ×               | (10,700,010)                 | 20,410,300        |   | 010,000        |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)   |                                    | į                                 |                              |                   |   |                |
| Liabilities Not Subject to Compromise  |                                    |                                   |                              |                   |   |                |
| Current Liabilities  |                                    |                                   |                              |                   |   |                |
| Short-term debt  | \$ -                               | - \$                              | \$ -                         | \$ -              | \$ -                                    | \$ -           |
| Accounts payable   | -                                  | -                                 | 4,066                        | -                 | -                                       | -              |
| Income taxes payable   |                                    |                                   | -                            |                   | -                                       | -              |
| Asbestos-related liability expected to be disbursed within one year<br>Other current liabilities   | ] :                                | 199                               |                              |                   | _                                       |                |
| Total Current Liabilities  | -                                  | 199                               | 4,066                        | -                 | -                                       | _              |
| ,  |                                    |                                   |                              |                   |   |                |
| Long-term debt - DIP facility  | -                                  | 438,134                           | -                            | -                 | -                                       | - ـ            |
| Deferred income taxes  | -                                  | -                                 | -                            | -                 | -                                       | -              |
| Asbestos-related liability expected to be disbursed after one year   | -                                  | •                                 |                              | -                 |   | -              |
| Other liabilities  | -                                  | 400.000                           | 4.000                        | •                 | -                                       | -              |
| Total Liabilities Not Subject to Compromise  | ·                                  | 438,333                           | 4,066                        | <u> </u>          | <u> </u>                                |                |
| Liabilities Subject to Compromise  |                                    |                                   |                              | 1                 |   |                |
| Debt, pre-petition plus accrued interest   | · -                                |                                   | -                            | -                 |   | -              |
| Accounts payable   | -                                  | -                                 | -                            |                   | -                                       | -              |
| Income taxes payable   | (15)                               | -                                 | -                            | (190)             | (25)                                    | (100           |
| Asbestos-related liability   |                                    |                                   |                              | -                 | -                                       | -              |
| Other liabilities  |                                    |                                   | •                            | (400)             | (05)                                    | 4400           |
| Total Liabilities Subject to Compromise  Total Liabilities   | (15)<br>(15)                       |                                   | 4,066                        | (190)<br>(190)    |   | (100           |
| Total Elabilities  | \19/                               | 400,000                           | -,000                        | (130)             | (20)                                    | (100           |
| Shareholders' Equity (Deficit)   |                                    | 1                                 |                              |                   | 1                                       |                |
| Preferred Stock  | -                                  | -                                 | -                            | -                 | -                                       | -              |
| Common Stock   | 85,539                             | 1,000                             | 5,000                        | 1,090,000         | 1,000                                   | 1,000          |
| Paid in capital  | 6,541,055                          | 4,000                             | 6,000,000                    | 33,631,999        | 18,090,032                              |                |
| (Accumulated deficit)/Retained earnings  | (19,185,847)                       | 169,317                           | (25,468,742)                 | (11,241,851)      | (11,745,371)                            | 809,600        |
| Treasury stock, at cost Consolidation of Investments   |                                    | 1                                 | -                            | _                 | 1 -                                     |                |
| Cumulative Translation Adjustments   | 1 .                                | [                                 |                              | -                 | -                                       | ]              |
| Deferred compensation trust  | ] .                                | ] .                               |                              | -                 | 1                                       | ]              |
| Total Shareholders' Equity (Deficit)   | (12,559,253)                       | 174,317                           | (19,463,742)                 | 23,480,148        | 6,345,661                               | 810,600        |
| Total Liabilities and Shareholders' Equity (Deficit)   | \$ (12,559,268)                    |                                   | \$ (19,459,676)              |                   |   |                |

### W.R. Grace & Co. - Chapter 11 Filing Entities **Combining Balance Sheet** MOR - 3 December 2001 Grace Ventures GPC Thomasville GEC Management Homco Grace Energy Grace Offshore International, Inc. Corp. Corp. Corporation -Corporation Company ASSETS Current Assets Cash and cash equivalents \$ \$ \$ Notes and accounts receivable, net Receivables from/(payables to) filing and non-filing entities, net (59,581,272)(25)(86,611) 352,712,818 4,384,412 (15,750,664) Inventories Deferred income taxes Asbestos-related insurance expected to be realized within one year Other current assets **Total Current Assets** (59,581,272) (25 (86,611) 352,712,818 4,384,412 (15,750,664) Properties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loans Deferred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net (35,903,123)(14, 135, 725)Investment in filing and non-filing entities 187,272,210 Other assets Total Assets \$ (59,581,272) \$ (25) \$ (86,611) \$ 504,081,905 \$ (9,751,313) \$ (15,750,664) IABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) iabilities Not Subject to Compromise **Current Liabilities** Short-term debt \$ \$ \$ \$ \$ \$ Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities (5,310)**Total Current Liabilities** (5,310)Long-term debt - DIP facility Deferred income taxes Asbestos-related liability expected to be disbursed after one year Other liabilities **Total Liabilities Not Subject to Compromise** (5,310)Liabilities Subject to Compromise Debt, pre-petition plus accrued interest Accounts payable Income taxes payable (40)(25)Asbestos-related liability Other liabilities Total Liabilities Subject to Compromise (40)(25)Total Liabilities (40)(25)(5,310) Shareholders' Equity (Deficit) Preferred Stock Common Stock 303,000 1.000 1,000 (114,960)Paid in capital 37,765,000 1.900.000 451,425,156 (2,089,027)34,215,000 (Accumulated deficit)/Retained earnings (7,657,976) (97.649.232) (1,986,611)52,655,749 (49,850,704) Treasury stock, at cost Consolidation of Investments Cumulative Translation Adjustments Deferred compensation trust Total Shareholders' Equity (Deficit) (59,581,232 (86.611)504,081,905 (9,746,003) (15,750,664) Total Liabilities and Shareholders' Equity (Deficit) (59,581,272) \$ (86,611) \$ 504,081,905 \$ (9,751,313) \$ (15,750,664)

### Note #3

| Combining Balance Sheet   MORP - 3   December 2001   Close page 18, pro   Close page 18, pr   | W.R. Grace & Co Chapter 11 Filing Entities        | ti sa je se sali s             |                         | The Cartes          |                                       |                  |                |
|--|---|--------------------------------|-------------------------|---------------------|---------------------------------------|------------------|----------------|
| ### ASSETS   Current Assets   S  |   |                                |                         |                     |                                       |                  |                |
| ASSETS  Current Assets  Current Assets  S S S S S S S S S S S S S S S S S S S  | MOR - 3   |                                |                         |                     |                                       |                  |                |
| ASSETS Current Assets Cash and cach equivalents Cash and cash equivalents Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and equipment, net Color current assets Total Current Assets Properties and equipment, net Condwill, net Cash value of company owned life insurance, net of policy loans Deterred income taxes Assets reflected income taxes Assets reflected income taxes Assets reflected income taxes Assets reflected income taxes Notes assets Total Assets  \$ 5,297,099  \$ 875,599  \$ (5,054)  \$ 108,340  \$ 130,478,318  \$ 145,501,300  \$ 100        | December 2001                                     | materials and the large of the | NEXT THE POST OF STREET | Province the second |                                       |                  |                |
| ASSETS Current Assets Cash and cash equivalents Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and accounts receivable, net Notes and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loans Deferred income taxes Scata value of company owned life insurance, net of policy loans Deferred income taxes Deferred income taxes Deferred income taxes Deferred income taxes Deferred income in liling and non-liling entities, net Investment in liling and non-liling entities, net Investment in liling and non-liling entities Direct assets  Total Assets  \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$  Includible Not Subject to Compromise  Current Liabilities  Current Liabilities  Other current liabilities  Other current liabilities  (875,000) (875,000) (875,000)  (875,000) (875,000) (875,000)   |   | Coalgrace, inc                 | Grace A-B II Inc.       | -Grace H-G II inc   | Coalgrace II, Inc.                    | Graçoal II, Inc. | Gracoal, inc   |
| Cash and cash equivalents   S  | ASSETS  |                                |                         |                     |                                       |                  |                |
| Notes and accounts receivable, net Receivables from/payables to) filing and non-filing entities, net Inventories   5,297,099   875,569   (5,054)   108,340   130,478,318   145,501,611,611,611,611,611,611,611,611,611,6   |   |                                |                         |                     |                                       |                  |                |
| Receivables from/payables to filling and non-filling entities, net inventions  | ·   | -                              | -                       | \$ -                | \$ -                                  | \$ .             | \$             |
| Deterred income taxes  |   | 5 297 099                      | 875 569                 | (5.054)             | 108 340                               | 130 479 319      | 145 501 014    |
| Asbestos-related insurance expected to be realized within one year Other current assets  Total Current Assets  5,297,099 875,569 (5,064) 106,340 130,476,318 145,501,3  Properties and equipment, net Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to 5 fing and non-filling entities, net Other assets  Total Assets  \$ \$,297,099 \$ 875,569 \$ (5,054) \$ 108,340 \$ 130,476,318 \$ 145,501,3  LABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) Labilities Not Subject to Compromise Current Labilities  Short-term debt \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$   |   | , 3,257,000                    | -                       | (3,034)             | - 100,040                             | 100,470,010      | 145,501,810    |
| Other current assets Total Current Assets Froperties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy louns Deferred income taxes Absebstos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net truestment in filing and non-filing entities on the company owned life insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net truestment in filing and non-filing entities on the company owned life insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net truestment in filing and non-filing entities on the company owned life insurance expected to filing and non-filing entities on the company owned life insurance expected to filing and non-filing entities on the company owned life insurance expected to filing and non-filing entities on the company owned life insurance expected on the seasons of the company owned life insurance expected on the seasons of the company owned life insurance expected to filing and non-filing entities on the company owned life insurance expected on the seasons of the company owned life insurance expected on the seasons of the company owned life insurance expected in the company owned life insurance expected in the company owned life insurance expected in the company owned life insurance expected in the company owned life insurance expected in the company owned in  |   | -                              | -                       |                     |                                       | -                |                |
| Total Current Assets   |   | -                              | -                       | -                   | -                                     | -                |                |
| Properties and equipment, net Goodwill, net Cash value of company owned life insurance, net of policy loss Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(psyable to) \$imp and non-filing entities, net westment in filing and non-filing entities Other assets Total Assets  \$ \$,287,099 \$ 875,569 \$ (5,054) \$ 106,340 \$ 130,476,318 \$ 145,501,5    ABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)   Liabilities Subject to Compromise Current Liabilities   S  |   | 5 207 000                      | 975 500                 | /F 0F 4             | 100 040                               | - 400 470 040    | 145 801 014    |
| Cooking   Cook   | Total Gullent Assets                              | 3,297,099                      | 6/3,309                 | (5,054)             | 108,340                               | 130,478,318      | 145,501,916    |
| Cash value of company owned life insurance, net of policy loans Deterred income taxes Asbestos-related insurance expected to be realized after one year Loans receivable from/(payable to) filing and non-filing entities, net Investment in filing and non-filing entities. Other assets Circle assets Circle assets Circle assets  LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT) Liabilities Not subject to Compromise Current Liabilities Short-term debt Asbestos-related liability expected to be disbursed within one year Other current liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Current Liabilities Total Liabilities Not Subject to Compromise Liabilities Subject to Compromise  Under liabilities Total Liabilities Subject to Compromise  Liabilities Subject to Compromise  Liabilities Subject to Compromise  Load Liabilities Subject to Compromise   | Properties and equipment, net                     |                                | -                       | -                   | 1 -                                   |                  | İ              |
| Deferred income taxes  |   | -                              | -                       | -                   | -                                     | -                |                |
| Asbestos-related insurance expected to be realized after one year Lorans receivable from/(psyable to) filing and non-filing entities, net investment in filing and non-filing entities  Cliner assets  Total Assets  \$ 5,297,098 \$ 875,568 \$ (5,054) \$ 106,340 \$ 130,478,318 \$ 145,501,501,501,501,501,501,501,501,501,50  |   | i -                            | -                       |                     | -                                     |                  |                |
| Laans receivable from/(payable to) Elling and non-filling entities, net Investment in Billing and non-filling entities Chier assets Total Assets  S \$,287,099 \$ 875,569 \$ 108,340 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,340 \$ 130,478,318 \$ 145,501,500 \$ 108,500 \$ 10 |   | •                              | -                       | -                   | -                                     | -                |                |
| Investment in filling and non-filing entities  Total Assets  \$ \$,297,099 \$ \$75,569 \$ \$ (5,054) \$ 108,340 \$ 130,478,318 \$ 145,501,501,501,501,501,501,501,501,501,50   |   | _                              | ]                       | _                   | ]                                     | _                |                |
| Total Assets   |   |                                | -                       | -                   | _                                     |                  |                |
| Liabilities And SHAREHOLDERS' EQUITY (DEFICIT)   Liabilities Not Subject to Compromise   S   |   | _                              | _                       |                     |                                       | -                |                |
| Liabilities Not Subject to Compromise         \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$   | Total Assets                                      | \$ 5,297,099                   | \$ 875,569              | \$ (5,054)          | \$ 108,340                            | \$ 130,478,318   | \$ 145,501,916 |
| Liabilities Not Subject to Compromise         \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$   | I ARII ITIES AND SHAREHOI DERS' FOLIITY (DECICIT) |                                |                         |                     |                                       |                  |                |
| Current Liabilities   Short-term debt   Short-   |   | ł                              |                         |                     |                                       |                  | •              |
| Accounts payable Income taxes payable Asbestos-related liability expected to be disbursed within one year Other current liabilities  |   |                                |                         |                     |                                       |                  |                |
| Income taxes payable   |   | \$ -                           | \$                      | \$ -                | \$                                    | \$ -             | \$ -           |
| Asbestos-related liabilities   | · ·   | -                              | •                       | -                   | -                                     | -                | -              |
| Cher current liabilities   |   | -                              |                         | -                   | •                                     | -                | -              |
| Total Current Liabilities  |   | -                              | _                       | <u> </u>            | _                                     | (875,000)        | (875,000       |
| Long-term debt - DIP facility  | Total Current Liabilities                         | :                              | -                       |                     | -                                     | <del></del>      |                |
| Deferred income taxes  |   |                                |                         |                     |                                       |                  | ` ′            |
| Asbestos-related liability expected to be disbursed after one year Other liabilities  Total Liabilities Not Subject to Compromise  Debt, pre-petition plus accrued interest Accounts payable Income taxes payable Income taxes payable Other liabilities  Total Liabilities Subject to Compromise  Asbestos-related liability  Cher liabilities  Total Liabilities Subject to Compromise  Total Liabilities Subject to Compromise  Total Liabilities Subject to Compromise  Total Liabilities Subject to Compromise  Total Liabilitie   | = *   | ' '                            | -                       |                     | -                                     |                  |                |
| Other liabilities         -         -         -         -         -         -         28,415,346 <t< td=""><td></td><td></td><td></td><td></td><td></td><td>29,290,346</td><td>29,290,346</td></t<>  |   |                                |                         |                     |                                       | 29,290,346       | 29,290,346     |
| Liabilities Subject to Compromise   Debt, pre-petition plus accrued interest   |   |                                |                         | _                   |                                       | ]                |                |
| Debt, pre-petition plus accrued interest   | Total Liabilities Not Subject to Compromise       |                                |                         | -                   | -                                     | 28,415,346       | 28,415,346     |
| Debt, pre-petition plus accrued interest   | Liebilistes Cubis and Community                   |                                |                         |                     |                                       |                  |                |
| Accounts payable   |   |                                | ŀ                       | ŀ                   |                                       |                  |                |
| Income taxes payable   |   |                                | -                       | ]                   |                                       |                  | ]              |
| Asbestos-related liability Other liabilities Total Liabilities Subject to Compromise (100) (100) - (100) 874,900 875,0  Total Liabilities Subject to Compromise (100) (100) - (100) 29,290,246 29,290,3  Shareholders' Equity (Deficit) Preferred Stock Common Stock 100 1,000 1,000 1,000 1,000 1,000 1 Paid in capital 30,293,750 13,880,1 (Accumulated deficit)/Retained earnings 5,297,099 874,669 (6,054) 107,440 70,893,322 102,331,3 Treasury stock, at cost Consolidation of Investments   | • •   | (100)                          | (100)                   |                     | (100)                                 | 874.900          | 875,000        |
| Total Liabilities Subject to Compromise   (100)   (100)   - (100)   874,900   875,0  |   |                                | ` .                     | -                   | , ,                                   | -                | -              |
| Total Liabilities  |   | -                              |                         | •                   |                                       |                  |                |
| Shareholders' Equity (Deficit)           Preferred Stock         -   |   |                                |                         |                     | · · · · · · · · · · · · · · · · · · · |                  | 875,000        |
| Preferred Stock         -  | Total Elabilities                                 | (100)                          | (100)                   |                     | (100)                                 | 29,290,246       | 29,290,346     |
| Common Stock         100         1,000   |   |                                |                         |                     |                                       |                  |                |
| Paid in capital - 30,293,750 13,880,1  (Accumulated deficit)/Retained earnings 5,297,099 874,669 (6,054) 107,440 70,893,322 102,331,3  Treasury stock, at cost   |   | •                              | -                       | -                   | -                                     |                  |                |
| (Accumulated deficit)/Retained earnings       5,297,099       874,669       (6,054)       107,440       70,893,322       102,331,3         Treasury stock, at cost       -   |   | 100                            | 1,000                   | 1,000               | 1,000                                 |                  | 100            |
| Treasury stock, at cost Consolidation of Investments Cumulative Translation Adjustments  |   | 5,297,099                      | 874 660                 | (6 054)             | 107 440                               |                  |                |
| Cumulative Translation Adjustments   |   |                                |                         | (0,054)             | 107,440                               | 10,083,322       | 102,331,362    |
|  |   | -                              | -                       | -                   |                                       | ]                |                |
| Deferred compensation trust  |   | -                              | -                       | ٠                   | -                                     | -                | -              |
|  |   | F 007 400                      | 075.000                 |                     | 100 115                               | *                |                |
| Total Shareholders' Equity (Deficit)         5,297,199         875,669         (5,054)         108,440         101,188,072         116,211,5           Total Liabilities and Shareholders' Equity (Deficit)         \$ 5,297,099         \$ 875,569         \$ (5,054)         \$ 108,340         \$ 130,478,318         \$ 145,501,9  |   |                                |                         |                     |                                       |                  | 116,211,570    |

| W.R. Grace & Co Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 December 2001 Hayden-Guichting Entities Hayden-Guichting Entities Hayden-Guichting Entities   |  |
|--|--|
| MOR - 3 December 2001 Hayden Quich   |  |
| December 2001  Hayden-Quich in the state of  |  |
| Hayden-Guich in 1881 State Building the Building Control of the Building Contr |  |
|  | 500 September                          |
| Grace Dating Grace Patroleum Axial Basin Ranch West Coal Company Libya Incorporated Company Company H.G.Coal Company   | liminations between<br>Filing Entities |
| ASSETS   |  |
| Current Assets   |  |
| Cash and cash equivalents \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$  | -                                      |
| Receivables from/(payables to) filing and non-filing entities, net (81,114,708) 47,407,906   |  |
| Inventories  |  |
| Deferred income taxes  | -                                      |
| Asbestos-related insurance expected to be realized within one year   | -                                      |
| Other current assets   |  |
| (01,114,700) 47,407,500 -  | -                                      |
| Properties and equipment, net  |  |
| Goodwill, net  |  |
| Cash value of company owned life insurance, net of policy toans  | •                                      |
| Deferred income taxes  | -                                      |
| Loans receivable from/(payable to) filing and non-filing entities, net   | -                                      |
|  | (1,311,232,757)                        |
| Other assets   | (1,104,954)                            |
| Total Assets \$ (81,114,708) \$ 47,407,906 \$ \$ 5   | (1,312,337,711)                        |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)   |  |
| Liabilities Not Subject to Compromise  |  |
| Current Liabilities  |  |
| Short-term debt \$ - \$ - \$   | -                                      |
| Accounts payable   | •                                      |
| Income taxes payable  Asbestos-related liability expected to be disbursed within one year  | -                                      |
| Other current liabilities  | -                                      |
| Total Current Liabilities  | -                                      |
|  |  |
| Long-term debt - DIP facility  | -                                      |
| Deferred income taxes  | •                                      |
| Other liabilities  | -                                      |
| Total Liabilities Not Subject to Compromise  | -                                      |
|  |  |
| Liabilities Subject to Compromise  Debt, pre-petition plus accrued interest  |  |
| Accounts payable   | -                                      |
| Income taxes payable (75) -  |  |
| Asbestos-related liability   |  |
| Other liabilities  | . •                                    |
| Total Liabilities Subject to Compromise         (75)         -         -         -           Total Liabilities         (75)         -         -         -  | <u>-</u>                               |
| Total Liabilities (75)   |  |
| Shareholders' Equity (Deficit)   |  |
| Preferred Stock  | •                                      |
| Common Stock         124,473         1,000           Paid in capital         51,173,713         7,308,934  | (86,994,000)                           |
| (Accumulated deficit)/Retained earnings (132,412,819) 40,097,972   | (1,187,403,672) (37,940,039)           |
| Treasury stock, at cost  | (01,040,009)                           |
| Consolidation of Investments   | -                                      |
| Cumulative Translation Adjustments   | •                                      |
| Deterred compensation trust  Total Shareholders' Equity (Deficit) (81,114,633) 47,407,906  | /1 010 007 7441                        |
| Total Liabilities and Shareholders' Equity (Deficit) \$ (81,114,708) \$ 47,407,906 \$ \$ \$  | (1,312,337,711)<br>(1,312,337,711)     |

| W.R. Grace & Co Chapter 11 Filing Entities   |                                       | eddi a a calabrataeth |  |
|--|---------------------------------------|-----------------------|--|
| Combining Balance Sheet  |                                       |                       |  |
| MOR - 3  |                                       |                       |  |
| December 2001  |                                       |                       |  |
| resentation of the contraction o | Files (1998) (State and Service State | Signatus Sea P        | a a service instrumental supplication of the |
|  | Conversion to Equity                  |                       | COMBINED FILING                              |
| ENERGIBLE  | Method                                | Reporting Reclasses   | Spring ENTITIES in the                       |
| ASSETS   |                                       |                       |  |
| Current Assets   |                                       |                       |  |
| Cash and cash equivalents  | \$ -                                  | \$ -                  | \$ 37,970,805                                |
| Notes and accounts receivable, net   |                                       |                       | 128,164,424                                  |
| Receivables from/(payables to) filing and non-filing entities, net   |                                       | -                     | 33,769,191                                   |
| Inventories Deferred income taxes  | -                                     | -                     | 89,417,450                                   |
| Asbestos-related insurance expected to be realized within one yea  |                                       | (5,881,819)           |  |
| Other current assets   | ]                                     | 1 :                   | 9,697,793<br>51,838,007                      |
| Total Current Assets   |                                       | (5,881,819)           | 367,992,858                                  |
| •  | i                                     |                       |  |
| Properties and equipment, net  | -                                     | .                     | 384,875,175                                  |
| Goodwill, net  | -                                     | -                     | 13,876,786                                   |
| Cash value of company owned life insurance, net of policy loans  Deferred income taxes   | •                                     | /070 F00 604          | 75,633,169                                   |
| Asbestos-related insurance expected to be realized after one year  | _                                     | (279,538,604)         | 502,573,878<br>283,728,827                   |
| Loans receivable from/(payable to) filing and non-filing entities, net   |                                       |                       | 388,021,835                                  |
| Investment in filing and non-filing entities   | (19,460,017)                          | _                     | 153,523,063                                  |
| Other assets   | '', '', ''                            | -                     | 325,600,747                                  |
| Total Assets   | S (19,460,017)                        | \$ (285,420,423)      | \$ 2,495,826,337                             |
|  |                                       |                       |  |
| LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)   |                                       |                       |  |
| Liabilities Not Subject to Compromise Current Liabilities  |                                       |                       |  |
| Short-term debt  | s -                                   | <b> </b> \$ -         | \$ 11,154                                    |
| Accounts payable   | _                                     | -                     | 32,882,142                                   |
| Income taxes payable   | -                                     |                       | 268  |
| Asbestos-related liability expected to be disbursed within one year  |                                       | -                     | 0  |
| Other current liabilities  | -                                     | (5,881,819)           | 61,123,926                                   |
| Total Current Liabilities  | •                                     | (5,881,819)           | 94,017,490                                   |
| Long-term debt - DIP facility  |                                       |                       | 1 542 000                                    |
| Deferred income taxes  |                                       | (279,538,604)         | 1,543,000                                    |
| Asbestos-related liability expected to be disbursed after one year   |                                       | (2,0,000,004)         | (0)  |
| Other liabilities  | •                                     |                       | 227,969,863                                  |
| Total Liabilities Not Subject to Compromise  |                                       | (285,420,423)         | 323,530,352                                  |
| District - Outle - the Outle - the   |                                       |                       |  |
| Liabilities Subject to Compromise  Debt, pre-petition plus accrued interest  |                                       |                       | E04 540 005                                  |
| Accounts payable   |                                       |                       | 524,516,965<br>31,743,442                    |
| Income taxes payable   | :                                     | ] :                   | 216,581,955                                  |
| Asbestos-related liability   |                                       | _                     | 996,304,862                                  |
| Other liabilities  |                                       | <u></u>               | 544,443,374                                  |
| Total Liabilities Subject to Compromise  | •                                     |                       | 2,313,590,598                                |
| Total Liabilities  |                                       | (285,420,423)         | 2,637,120,950                                |
| Shareholders' Equity (Deficit)   |                                       |                       |  |
| Preferred Stock  |                                       |                       | 112  |
| Common Stock   |                                       |                       | 771,667                                      |
| Paid in capital  | -,                                    |                       | 432,989,609                                  |
| (Accumulated deficit)/Retained earnings  | 15,604,588                            | -                     | (137,868,134)                                |
| Treasury stock, at cost  |                                       | -                     | (136,426,701)                                |
| Consolidation of Investments Cumulative Translation Adjustments  | (40,407)                              | -                     | (136,038,249)                                |
| Deferred compensation trust  | (35,024,198)                          | •                     | (164,723,017)                                |
| Total Shareholders' Equity (Deficit)   | (40,400,047)                          |                       | 100  |
| Total Liabilities and Shareholders' Equity (Deficit)   | (19,460,017)                          |                       | (141,294,613)                                |

| W. R. Grace & Co Conn Status of Postpetition Taxes MOR-4 December 2001 |        |                          |      |           |       |                              |      |                            |  |  |
|--|--------|--------------------------|------|-----------|-------|------------------------------|------|----------------------------|--|--|
| Beginning Amount Tax Withheld or Amount Liability Accrued Paid         |        |                          |      |           |       |                              |      | Ending<br>Tax<br>Liability |  |  |
| Federal  | Obstr. |                          |      |           | 9.2   | e i dan pagab                | 3101 |                            |  |  |
| Withholding  | \$     | 674,696                  | \$   | 3,345,272 | \$    | (3,348,284)                  | \$   | 671,684                    |  |  |
| FICA - Employee  |        | (35,360)                 |      | 1,033,753 |       | (1,038,883)                  |      | (40,490)                   |  |  |
| FICA and payroll- Employer   |        | (1,344,893)              | 31.8 | 1,035,259 |       | 752,256                      |      | 442,622                    |  |  |
| Unemployment   |        | -                        | yl e | 6,085     |       | (6,085)                      |      | •                          |  |  |
| Other  |        |                          |      |           |       |                              |      |                            |  |  |
| Total Federal Taxes  | \$     | (705,557)                | \$   | 5,420,369 | \$    | (3,640,996)                  | \$   | 1,073,816                  |  |  |
| State and Local  |        | asynghou sa daying ettin |      |           | 163K) | in the state of the Nicholan | ¥,   |                            |  |  |
| Withholding  | \$     | 63,831                   | \$   | 888,814   | \$    | (889,051)                    | \$   | 63,594                     |  |  |
| Sales & Use  |        | 1,758,169                |      | 344,112   |       | (810,215)                    |      | 1,292,066                  |  |  |
| Property Taxes   |        | 2,110,401                |      | 414,660   |       | (215,464)                    |      | 2,309,597                  |  |  |
| Other  |        | -                        |      |           |       |                              |      |                            |  |  |
| Total State and Local  | \$     | 3,932,401                | \$   | 1,647,586 | \$    | (1,914,730)                  | \$   | 3,665,257                  |  |  |
| Total Taxes  | \$     | 3,226,844                | \$   | 7,067,955 | \$    | (5,555,726)                  |      | 4,739,073                  |  |  |

### Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

| Rei<br>Status              |                               |            |   |                      |    |                            |
|----------------------------|-------------------------------|------------|---|----------------------|----|----------------------------|
|                            | Beginning<br>Tax<br>Liability |            | Amount<br>Withheld or<br>Accrued          | Amount<br>Paid       |    | Ending<br>Tax<br>Liability |
| Federal                    |                               |            | 1. 3419 (Mily a.)<br>2.054 (A.) (A.) (A.) |                      |    |                            |
| Withholding                | \$ (1,25                      | 8)         | \$ 14,448                                 | \$ (14,448)          | \$ | (1,258)                    |
| FICA - Employee            | •                             | - 23       | 2,309                                     | (2,309)              |    |                            |
| FICA and payroll- Employer | (1,26                         | 0)         | 2,309                                     | (2,309)              |    | (1,260)                    |
| Unemployment               |                               | - 3        |   | -                    |    | -                          |
| Other                      |                               | _   .      |   |                      | ·  |                            |
| Total Federal Taxes        | \$ (2,51                      | 8)         | \$ 19,066                                 | \$ (19,066)          | \$ | (2,518)                    |
| State and Local            | TO THE WAY IN                 |            |   | in the second second |    | julija j                   |
| Withholding                | \$ (21)                       | 7) :       | \$ 609                                    | \$ (609)             | \$ | (217)                      |
| Sales & Use                |                               | - 6        |   | -                    | İ  | -                          |
| Property Taxes             |                               | -          |   | -                    |    | -                          |
| Other                      |                               | //-<br>12. |   |                      |    | ļ                          |
| Total State and Local      | \$ (21                        | 7) {       | \$ 609                                    | \$ (609)             | \$ | (217)                      |
| Total Taxes                | \$ (2,73                      | 5) (       | \$ 19,675                                 | \$ (19,675)          | \$ | (2,735)                    |

## Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

| Grace Washington, Inc. Status of Postpetition Taxes  MOR-4 December 2001 |             |                          |                            |                 |                |    |                            |
|--|-------------|--------------------------|----------------------------|-----------------|----------------|----|----------------------------|
|  | September 1 | inning<br>Fax<br>ibility | Amount Withheld or Accrued |                 | Amount<br>Paid |    | Ending<br>Tax<br>Liability |
| Federal  |             |                          |                            | Mari e          | E PANIO MARIN  |    |                            |
| Withholding  | \$          | (2,288)                  | \$ 4,747                   | \$              | (4,747)        | \$ | (2,288)                    |
| FICA - Employee  |             | (751)                    | 228                        |                 | (228)          |    | (751)                      |
| FICA and payroll- Employer   |             | (1,250)                  | 228                        |                 | (228)          | i  | (1,250)                    |
| Unemployment   |             | -                        |                            |                 | -              |    | -                          |
| Other  |             |                          |                            | <u> </u>        |                |    |                            |
| Total Federal Taxes  | \$          | (4,289)                  |                            | \$              | (5,203)        | \$ | (4,289)                    |
| State and Local  | 20 福州       |                          |                            | φή,54%<br>(4.1) | . sedephala    |    |                            |
| Withholding  | \$          | 1,425                    | \$ 871                     | \$              | (871)          | \$ | 1,425                      |
| Sales & Use  |             | -                        |                            |                 | •              |    | _ :                        |
| Property Taxes   |             | -                        |                            |                 | -              |    | •                          |
| Other  |             |                          |                            |                 |                |    |                            |
| Total State and Local  | \$          | 1,425                    | \$ 871                     | \$              | . (871)        | \$ | 1,425                      |
| Total Taxes  | \$          | (2,864)                  | \$ 6,074                   | \$              | (6,074)        | \$ | (2,864)                    |

## Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

| Status                     | L B Reali<br>of Postp<br>MOR<br>Decembe | etitic<br> -4      | n Taxes                  |       |       |                 |                         |
|----------------------------|---|--------------------|--------------------------|-------|-------|-----------------|-------------------------|
|                            | Beginni<br>Tax<br>Liabilit              | HIEROTAGO<br>GUANA | Amou<br>Withhel<br>Accru | dor   | 4 (3) | Amount<br>Paid  | nding<br>Tax<br>ability |
| Federal                    |   |                    |                          |       |       |                 |                         |
| Withholding                | \$ (                                    | 5,964)             | \$                       | 4,255 | \$    | (4,255)         | \$<br>(5,964)           |
| FICA - Employee            | (                                       | 2,542)             |                          | 224   |       | (224)           | (2,542)                 |
| FICA and payroll- Employer | (1                                      | 2,542)             |                          | 224   |       | (224)           | (2,542)                 |
| Unemployment               |   | -                  |                          | -     |       | -               | _                       |
| Other                      |   |                    |                          |       |       |                 |                         |
| Total Federal Taxes        | \$ (1                                   | 1,048)             | \$                       | 4,703 | \$    | (4,703)         | \$<br>(11,048)          |
| State and Local            |   | jiy jir            |                          |       |       | 4.3162.08400408 |                         |
| Withholding                | \$                                      | -                  | \$                       | 928   | \$    | (928)           | \$<br>-                 |
| Sales & Use                |   |                    |                          |       |       | -               | -                       |
| Property Taxes             |   | -                  |                          |       |       | -               | _                       |
| Other                      |   |                    |                          |       |       |                 |                         |
| Total State and Local      | \$                                      |                    | \$                       | 928   | \$    | (928)           | \$<br>-                 |
| Total Taxes                | \$ (1                                   | 1,048)             | \$                       | 5,631 | \$    | (5,631)         | \$<br>(11,048)          |

## Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

|                            |          |   |                  |                             |  |                |          | Ondi t o                   |
|----------------------------|----------|---|------------------|-----------------------------|--|----------------|----------|----------------------------|
|                            | s of Po  | erto Ricostpetition<br>MOR-4<br>mber 20 | on Ta            |                             |  |                |          |                            |
|                            | 26000    | ginning<br>Tax<br>lability              | Wii              | mount<br>hheld or<br>ccrued | A Company of the Comp | Amount<br>Paid |          | Ending<br>Tax<br>Liability |
| Federal                    |          | anny si                                 | iş yalı          |                             | 100  |                |          |                            |
| Withholding .              | \$       | • •                                     | \$               |                             | \$   | •              | \$       | -                          |
| FICA - Employee            |          | 138                                     |                  | 960                         | 1  | (960)          |          | 138                        |
| FICA and payroll- Employer | ĺ        | 7,253                                   |                  | 960                         |  | (8,213)        | ]        | -                          |
| Unemployment               |          | -                                       |                  |                             |  | -              |          | -                          |
| Other                      | <u> </u> | <del></del>                             | 1994<br>11 19 14 |                             |  |                |          |                            |
| Total Federal Taxes        | \$       | 7,391                                   | \$               | 1,920                       | \$   | (9,173)        | \$       | 138                        |
| State and Local            | CHAPTER. |   |                  |                             |  |                |          |                            |
| Withholding                | \$       | (32)                                    | \$               | 1,599                       | \$   | (1,599)        | \$       | (32)                       |
| Sales & Use                | 1        | -                                       |                  |                             |  | -              | ) ·      | •                          |
| Property Taxes             |          | 70,100                                  |                  | 6,840                       |  | -              |          | 76,940                     |
| Other                      | <u> </u> | · -                                     | - 28/40-2        |                             |  | ·              | <u> </u> |                            |
| Total State and Local      | \$       | 70,068                                  | \$               | 8,439                       | \$   | . (1,599)      | \$       | 76,908                     |
| Total Taxes                | \$       | 77,459                                  | \$               | 10,359                      | \$_  | (10,772)       | \$       | 77,046                     |

# Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR - 5) for attestation related to accounts payable and tax obligations.

|   | Onuito                               |
|---|--------------------------------------|
| W. R. Grace & Co Conn<br>Accounts Receivable Reconciliation and Aging<br>MOR-5<br>December 2001 |                                      |
| Trade Accounts Receivable Reconciliation  |                                      |
| Trade accounts receivable, beginning of month, gross  | \$ 120,685,776                       |
| Amounts billed during the period  | 62,254,777                           |
| Amounts collected during the period   | (73,808,770)                         |
| Other   | 5,459,235                            |
| Trade accounts receivable at the end of month, gross  | \$ 114,591,018                       |
| Trade Accounts Receivable Aging   | man sa egadrankar in magananis malan |
| Current   | \$ 68,720,241                        |
| 1-30 days past due  | 30,803,317                           |
| 31-60 days past due   | 8,180,558                            |
| +61 days past due   | 6,886,902                            |
| Trade accounts receivable, gross  | 114,591,018                          |
| Allowance for doubtful accounts   | (1,267,905)                          |
| Trade accounts receivable, net  | \$ 113,323,113                       |

| Notes and Accounts Receivable Reconciliation |                |
|--|----------------|
| Trade accounts receivable, net               | \$ 113,323,113 |
| Customer notes and drafts receivable         | 27,649         |
| Pending customer credit notes                | (219,553)      |
| Advances and deposits                        | 7,726,101      |
| Nontrade receivables, net                    | 4,839,445      |
| Total notes and accounts receivable, net     | \$ 125,696,755 |

|   |          | Charl 6            |
|---|----------|--------------------|
| Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 December 2001                                     |          |                    |
| Trade Accounts Receivable Reconciliation  |          |                    |
| Trade accounts receivable, beginning of month, gross Amounts billed during the period Amounts collected during the period | \$       | (21,616)<br>-<br>- |
| Other   |          | (21,616)           |
| Trade accounts receivable at the end of month, gross  | \$       | (43,232)           |
| Trade Accounts Receivable Aging   | n Market |                    |
| Current   | \$       | -                  |
| 1-30 days past due  |          | - ]                |
| 31-60 days past due   | 1        | - [                |
| +61 days past due   |          | (43,232)           |
| Trade accounts receivable, gross  |          | (43,232)           |
| Allowance for doubtful accounts   |          | - 1                |
| Trade accounts receivable, net  | \$       | (43,232)           |

| Notes and Accounts Receivable Reconciliation | 7 31 5 6 3 |          |
|--|------------|----------|
| Trade accounts receivable, net               | \$         | (43,232) |
| Customer notes and drafts receivable         | 1          | (10,,    |
| Pending customer credit notes                |            | _        |
| Advances and deposits                        |            | 3,400    |
| Nontrade receivables, net                    |            | 137,193  |
| Total notes and accounts receivable, net     | \$         | 97,361   |

|   |          | Ullaitio                                      |
|---|----------|---|
| Darex Puerto Rico, Inc.<br>Accounts Receivable Reconciliation and Aging<br>MOR-5<br>December 2001                               |          |   |
| Trade Accounts Receivable Reconciliation  | <b>李</b> |   |
| Trade accounts receivable, beginning of month, gross Amounts billed during the period Amounts collected during the period Other | \$       | 2,449,800<br>353,252<br>(418,402)<br>(27,220) |
| Trade accounts receivable at the end of month, gross  | \$       | 2,357,430                                     |
| Trade Accounts Receivable Aging   | cjówiak  | landar  |
| Current<br>1-30 days past due<br>31-60 days past due  | \$       | 1,121,141<br>379,666                          |
| +61 days past due   |          | 352,201<br>504,422                            |
| Trade accounts receivable, gross Allowance for doubtful accounts  |          | 2,357,430<br>(50,443)                         |
| Trade accounts receivable, net  | \$       | 2,306,987                                     |

| Notes and Accounts Receivable Reconciliation |          | th live |
|--|----------|---------|
| Trade accounts receivable, net               | \$ 2,306 | 3,987   |
| Customer notes and drafts receivable         |          | · .     |
| Pending customer credit notes                | (10      | ),456)  |
| Advances and deposits                        | •        | - 1     |
| Nontrade receivables, net                    |          | 508     |
| Total notes and accounts receivable, net     | \$ 2,297 | 7,039   |

**Combined Chapter 11 Filing Entity Statements**